BY Gatierrez

# B. No. 3094

## A BILL TO BE ENTITLED

## AN ACT

1	relating to certain fees and penalties applicable to the regulation of barbers.
2	BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:
3	SECTION 1. Section 23(b), Chapter 65, Acts of the 41st Legislature, 1st Called Session, 1929
4	(Article 8407a, Vernon's Texas Civil Statutes), is amended to read as follows:
5	(b) The fees to be paid to the Board by an applicant for an examination to determine the
6	applicant's [his] fitness to receive a certificate of registration to practice barbering or to practice as a
7	barber technician shall be set by the board in an amount not to exceed \$50 [\$10].
8	SECTION 2. Section 24, Chapter 65, Acts of the 41st Legislature, 1st Called Session, 1929
9	(Article 8407a, Vernon's Texas Civil Statutes), is amended to read as follows:
10	Sec. 24. <u>VIOLATIONS</u> [OFFENSES AND PENALTY]. Each of the following is a violation
11	of this Act for which an administrative penalty may be imposed under Section 24A of this Act: [offenses
12	shall constitute a misdemeanor punishable upon conviction in a court of competent jurisdiction by a fine
13	of not less than twenty-five dollars (\$25.00) nor more than two hundred dollars (\$200.00).]
14	(A) The violation of any of the provisions of Sections 1, 2, or 3 of this Act;
15	(B) Permitting any person in one's employ, supervision, or control to practice as a barber
16	or other licensee unless that person has a current certificate of registration or license issued by the board;
17	(C) Obtaining or attempting to obtain a certificate of registration or license by
18	fraudulent representation;
19	(C-1) For anyone who owns, operates or manages a barber school or college to work
20	a chair or to permit teachers, student teachers, or anyone other than an enrolled student to render
21	barbering services to the public in their said establishment; and
22	(D) The willful failure to display a certificate of registration or license as required by
23	Section 19 of this Act.

2	Vernon's Texas Civil Statutes), is amended by adding Sections 24A-24M to read as follows:
3	Sec. 24A. IMPOSITION OF ADMINISTRATIVE PENALTY. The board may impose an
4	administrative penalty on a person for a violation under Section 24 of this Act.
5	Sec. 24B. AMOUNT OF ADMINISTRATIVE PENALTY. (a) The amount of the
6	administrative penalty may not exceed \$1,000. Each day a violation continues or occurs is a separate
7	violation for purposes of imposing a penalty.
8	(b) The amount of a penalty shall be based on:
9	(1) the seriousness of the violation, including the nature, circumstances, extent, and
10	gravity of the violation;
11	(2) the economic harm to property or the public caused by the violation;
12	(3) the history of previous violations;
13	(4) the amount necessary to deter a future violation;
14	(5) efforts to correct the violation; and
15	(6) any other matter that justice may require.
16	Sec. 24C. REPORT AND NOTICE OF VIOLATION AND ADMINISTRATIVE
17	PENALTY. (a) If the executive director determines that a violation occurred, the executive director
18	may issue to the board a report stating:
19	(1) the facts on which the determination is based; and
20	(2) the executive director's recommendation on the imposition of an administrative
21	penalty, including a recommendation on the amount of the penalty.
22	(b) Not later than the 14th day after the date the report is issued, the executive director shall
23	give written notice of the report to the person.
24	(c) The notice must:
25	(1) include a brief summary of the alleged violation;

SECTION 3. Chapter 65, Acts of the 41st Legislature, 1st Called Session, 1929 (Article 8407a,

1	(2) state the amount of the recommended penalty; and
2	(3) inform the person of the person's right to a hearing on the occurrence of the
3	violation, the amount of the penalty, or both.
4	Sec. 24D. ADMINISTRATIVE PENALTY TO BE PAID OR HEARING REQUESTED.
5	(a) Not later than the 20th day after the date the person receives the notice, the person in writing may:
6	(1) accept the determination and recommended administrative penalty of the executive
7	director; or
8	(2) make a request for a hearing on the occurrence of the violation, the amount of the
9	penalty, or both.
10	(b) If the person accepts the determination and recommended penalty of the executive director,
11	the board by order shall approve the determination and impose the recommended penalty.
12	Sec. 24E. HEARING. (a) If the person requests a hearing or fails to respond in a timely
13	manner to the notice, the executive director shall set a hearing and give written notice of the hearing to
14	the person. An administrative law judge of the State Office of Administrative Hearings shall hold the
15	hearing.
16	(b) The administrative law judge shall make findings of fact and conclusions of law and
17	promptly issue to the board a proposal for a decision about the occurrence of the violation and the
18	amount of any proposed administrative penalty.
19	Sec. 24F. DECISION BY BOARD. (a) Based on the findings of fact, conclusions of law, and
20	proposal for a decision, the board by order may:
21	(1) find that a violation occurred and impose an administrative penalty; or
22	(2) find that a violation did not occur.
23	(b) The notice of the board's order given to the person must include a statement of the right of
24	the person to judicial review of the order.
25	Sec. 24G. OPTIONS FOLLOWING DECISION: PAY OR APPEAL. Not later than the 30th

1	day after the date the board's order becomes final, the person shall:
2	(1) pay the administrative penalty; or
3	(2) file a petition for judicial review contesting the occurrence of the violation, the
4	amount of the penalty, or both.
5	Sec. 24H. STAY OF ENFORCEMENT OF ADMINISTRATIVE PENALTY. (a) Within
6	the 30-day period prescribed by Section 24G of this Act, a person who files a petition for judicial review
7	may:
8	(1) stay enforcement of the administrative penalty by:
9	(A) paying the penalty to the court for placement in an escrow account; or
10	(B) giving the court a supersedeas bond approved by the court that:
11	(i) is for the amount of the penalty; and
12	(ii) is effective until all judicial review of the board's order is final; or
13	(2) request the court to stay enforcement of the penalty by:
14	(A) filing with the court a sworn affidavit of the person stating that the person
15	is financially unable to pay the penalty and is financially unable to give the supersedeas bond; and
16	(B) giving a copy of the affidavit to the executive director by certified mail
17	(b) If the executive director receives a copy of an affidavit under Subsection (a)(2) of this
18	section, the executive director may file with the court, not later than the fifth day after the date the copy
19	is received, a contest to the affidavit. The court shall hold a hearing on the facts alleged in the affidavit
20	as soon as practicable and shall stay the enforcement of the penalty on finding that the alleged facts are
21	true. The person who files an affidavit has the burden of proving that the person is financially unable
22	to pay the penalty and to give a supersedeas bond.
23	Sec. 24I. COLLECTION OF ADMINISTRATIVE PENALTY. (a) If the person does not pay
24	the administrative penalty and the enforcement of the penalty is not stayed, the penalty may be collected.
25	(b) The attorney general may sue to collect the penalty.

1	Sec. 24J. DECISION BY COURT. (a) If the court sustains the finding that a violation
2	occurred, the court may uphold or reduce the amount of the administrative penalty and order the person
3	to pay the full or reduced amount of the penalty.
4	(b) If the court does not sustain the finding that a violation occurred, the court shall order that
5	a penalty is not owed.
6	Sec. 24K. REMITTANCE OF ADMINISTRATIVE PENALTY AND INTEREST. (a) If
7	the person paid the administrative penalty and if the amount of the penalty is reduced or the penalty is
8	not upheld by the court, the court shall order, when the court's judgment becomes final, that the
9	appropriate amount plus accrued interest be remitted to the person.
10	(b) The interest accrues at the rate charged on loans to depository institutions by the New York
11	Federal Reserve Bank.
12	(c) The interest shall be paid for the period beginning on the date the penalty is paid and ending
13	on the date the penalty is remitted.
14	Sec. 24L. RELEASE OF BOND. (a) If the person gave a supersedeas bond and the
15	administrative penalty is not upheld by the court, the court shall order, when the court's judgment
16	becomes final, the release of the bond.
17	(b) If the person gave a supersedeas bond and the amount of the penalty is reduced, the court
18	shall order the release of the bond after the person pays the reduced amount.
19	Sec. 24M. ADMINISTRATIVE PROCEDURE. A proceeding to impose an administrative
20	penalty is considered to be a contested case under Chapter 2001, Government Code.
21	SECTION 4. (a) This Act takes effect September 1, 1999.
22	(b) The change in law made by this Act to Section 23(b), Chapter 65, Acts of the 41st
23	Legislature, 1st Called Session, 1929 (Article 8407a, Vernon's Texas Civil Statutes), applies only to
24	an application for an examination filed on or after that date. An application filed before the effective
25	date of this Act is governed by the law in effect on the date the application was filed, and the former law

is continued in effect for that purpose.

- (c) The change in law made by this Act applies only to a violation under Section 24, Chapter 65, Acts of the 41st Legislature, 1st Called Session, 1929 (Article 8407a, Vernon's Texas Civil Statutes), as amended by this Act, that occurs on or after the effective date of this Act. A violation of that section that occurs before the effective date of this Act is governed by the law in effect on the day the violation occurred, and the former law is continued in effect for that purpose.
- (d) For purposes of Subsection (c) of this section, a violation occurs before the effective date of this Act if any element of the violation occurs before that date.

SECTION 5. The importance of this legislation and the crowded condition of the calendars in both houses create an emergency and an imperative public necessity that the constitutional rule requiring bills to be read on three several days in each house be suspended, and this rule is hereby suspended.

нв. № 3094

## A BILL TO BE ENTITLED

By Jount Suture,

relating to certain fees and penalties applicately to the regulation of backers

MAR 1 1 1999	Filed with the Chief Clerk	
MAR 1 5 1999	Read first time and referred to Committee on Phblic Heal	th
	Reportedfavorably (as amended) (as substituted)	
	Sent to Committee on (Calendars) (Local & Consent Calendars)	
	Read second time (comm. subst.) (amended); passed to third reading (failed) by a (no (record vote of yeas, nays, present, not voting	
	Constitutional rule requiring bills to be read on three several days suspended (failed to by a vote of yeas, nays, present, not voting	suspend)
	Read third time (amended); finally passed (failed to pass) by a (non-record vote) (record vote of yeas, nays, present, not voting	)
	Engrossed	
	Sent to Senate CHIEF CLERK OF T	THE HOUSE
OTHER HOUSE ACT	CTION:	
	Received from the House	
	Read and referred to Committee on	
	Reported favorably	
	Reported adversely, with favorable Committee Substitute; Committee Substitute read	first time
	Ordered not printed	
	Laid before the Senate	
	Senate and Constitutional Rules to permit consideration suspended by (unanimous o	onsent) eas, nays)
	Read second time,, and passed to third reading by (una (a v	nimous consent) iva voce vote) yeas, nays)
	Senate and Constitutional 3 Day Rules suspended by a vote of yeas,	nays
	Read third time,, and passed by (a viva voce vote) yeas,	nays)
	Returned to the House SECRETARY OF	THE SENATE
OTHER SENATE A		

Returned from the Senate (as substituted) (with amendments)
House concurred in Senate amendments by a (non-record vote)  (record vote of
House refused to concur in Senate amendments and requested the appointment of a conference committee by a (non-record vote) (record vote of yeas, nays, present, not voting)
 House conferees appointed:, Chair;,
Senate granted House request. Senate conferees appointed:, Chair;
Conference committee report adopted (rejected) by the House by a (non-record vote) (record vote of yeas, present, not voting)
 Conference committee report adopted (rejected) by the Senate by a (viva voce vote)

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